

## **GOVERNMENT OF ANDHRA PRADESH**

### **ABSTRACT**

Municipal Administration And Urban Development Department – Vijayawada Municipal Corporation - Financial assistance from Corporation Bank for an amount of Rs.50.00 Crores to meet the ULB share as per the funding pattern of JNNURM for the UIG and BSUP projects sanctioned to Vijayawada Municipal Corporation – Permission accorded – Orders – Issued.

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**MUNICIPAL ADMINISTRATION AND URBAN DEVELOPMENT (K1) DEPARTMENT**

**G.O.Ms.No: 502**

**Dated:02.11.2011.**

**Read the following**

- 1) From Commissioner, Municipal Corporation, Vijayawada, letter No.10196/JNNURM/HUDCO/06, dated 13.04.2011. through the MD, APUFIDC, Hyderabad.
- 2) From Commissioner, Municipal Corporation, Vijayawada, letter No.10196/JNNURM/HUDCO/06, dated. 08.09.2011.& 17.09.2011

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In the letter 1<sup>st</sup> read above, the Commissioner, Municipal Corporation, Vijayawada has stated that the Government of India have sanctioned 20 Nos. of Projects worth of Rs.1422.67 Crores to Vijayawada City for development of infrastructure facilities in Urban and Slum areas under JNNURM. Out of which 12 projects are under Urban Infrastructure and Governance (UIG) and 8 projects are under Basic Services for Urban Poor (BSUP). As per the funding pattern of JNNURM, the Vijayawada Municipal Corporation has to bear 30% of Projects cost. So far an amount of Rs.743.96 Crore has been incurred under the above projects. The total Vijayawada Municipal Corporation share stands at Rs.333.53 crore excluding escalated cost for implementation of the projects. Out of Rs.743.96 crore spent, Vijayawada Municipal Corporation has already incurred about Rs.181.15 crore towards ULB share. The balance gap is required to be met from the assistance of financial institutions / Municipal surplus funds.

2. Further, in the reference 2<sup>nd</sup> read above while enclosing the information on financial status and repayment capacity of Vijayawada Municipal Corporation along with the resolution No.531, dt:18.09.2011 of the council of Vijayawada Municipal Corporation, the Commissioner, Vijayawada Municipal Corporation, has requested the Government to accord necessary permission to obtain the loan of Rs. 50.00 Crores from the Corporation Bank at the existing bank rate against mortgage of assets without Government guarantee towards meeting the ULB share to take up the developmental works of infrastructure facilities in Urban and Slum areas in Vijayawada Municipal Corporation under JNNURM.

3. Government after careful examination of the entire matter, hereby accord permission to obtain Loan of Rs.50.00 Crores from Corporation Bank without Government guarantee to take up the developmental works of infrastructure facilities in Urban and Slum areas in Vijayawada Municipal Corporation under JNNURM.

4. The Commissioner, Vijayawada Municipal Corporation shall take necessary further action in the matter accordingly.

**(P.T.O)**

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5. This order issues in consultation with the Finance (Expr.M&F) Department vide their U.O.No:26792/337/Expr.M&F/2011 dated:29.10.2011.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

**B.SAM BOB  
PRINCIPAL SECRETARY TO GOVERNMENT (UD)**

To  
The Commissioner, Vijayawada Municipal Corporation, Vijayawada.

**Copy to:**

The Managing Director, Andhra Pradesh Urban Finance & Infrastructure Development Corporation Ltd, Hyderabad.  
The Engineer-in-Chief (PH), Hyderabad.  
The Finance (Expr.M&F) Department.  
The O.S.D. to M(MA).  
The P.S. to Principal Secretary. MA&UD.  
The MA & UD (UBS) Department  
SC/SF.

**//FORWARDED :: BY :: ORDER//**

**SECTION OFFICER**